

***Effective 5/13/2014***

***Renumbered 5/12/2015***

**63M-1-1214 Compensation from the Utah fund of funds to the corporation -- Redemption reserve.**

- (1) The corporation shall be compensated for its involvement in the Utah fund of funds through the payment of the management fee described in Section 63M-1-1211.
- (2) Before any returns may be reinvested in the Utah fund of funds:
  - (a) any returns shall be paid to designated investors, including the repayment by the Utah fund of funds of any outstanding loans;
  - (b) any returns in excess of those payable to designated investors shall be deposited in the redemption reserve and held by the corporation as a first priority reserve for the redemption of certificates;
  - (c) any returns received by the corporation from investment of amounts held in the redemption reserve shall be added to the redemption reserve until it has reached a total of \$250,000,000; and
  - (d) if at the end of a calendar year the redemption reserve exceeds the \$250,000,000 limitation referred to in Subsection (2)(c), the corporation may reinvest the excess in the Utah fund of funds.
- (3) Funds held by the corporation in the redemption reserve shall be invested in accordance with Title 51, Chapter 7, State Money Management Act.